

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Civil Supplies - KMS 2010-11 – East Godavari District – Paddy affected due to untimely rains - Purchase of Non-FAQ (damaged/discoloured) paddy of 2,235.113 MTs and disposal by the A.P. State Civil Supplies Corporation Ltd - Loss incurred Rs. 1,10,52,053/- – Reimbursement – Orders – Issued.

CONSUMER AFFAIRS, FOOD AND CIVIL SUPPLIES (CSI) DEPARTMENT

G.O.Ms.No. 3

Dated: 10.01.2012

Read the following:

1. G.O.MS.No.21 CA,F&CS (CS.I) Dept., dated 20.08.2011
2. From the VC&MD, APSCSCL, Hyderabad Lr.No.Mktg.M2/3669/2011, Dated 31.12.2011.

ORDER:

In the G.O. 1st read above, orders were issued that the AP State Civil Supplies Corporation Ltd shall purchase the non-FAQ paddy (damaged/discoloured paddy) from the farmers of East Godavari District at full MSP in order to provide relief to the farmers, to protect them from distress sale and keeping in view that the farmers have suffered due to untimely rains, as a special case. Since the FCI will not accept the Non-FAQ rice under CMR, the Vice Chairman & Managing Director, AP State Civil Supplies Corporation Ltd shall take action to dispose of this paddy or its resultant rice, as the case may be, to any industry like distilleries etc., so as to realize maximum sale proceeds and without any loss, as far as possible.

2. In the reference 2nd read above, the Vice Chairman & Managing Director, AP State Civil Supplies Corporation Ltd has informed that as per the above orders of the Government, a quantity of 2235.113 MTs of Non-FAQ paddy was purchased in East Godavari District and the Non-FAQ paddy was put to auction by the Joint Collector, East Godavari district and that the highest amount offered was Rs. 718/- per quintal by M/s Sirius Overseas Pvt Ltd., Peddapuram.

3. The expenditure details on account of purchase of the non-FAQ paddy and the amount realized on auction and the loss incurred by the APSCSCL are furnished as below:

Sl No	Particulars	Grade-A	Common	Total
		A1	C1	
1	Quantity purchased (in MTs)	820.656	1414.457	2235.113
2	MSP rate per MT (Rs)	10300.00	10000.00	
3	Purchase Cost (Rs)	8452756.80	14144570.00	22597327.00
4	Market Fee @ 1% (Rs)	84527.57	141445.70	225973.00
5	Gunny cost for 25 gunnies (Rs)	820656.00	1414457.00	2235113.00
6	Hamalies Charges (Rs)	24619.68	42433.71	67053.00
7	Transport Charges (Rs)	105864.62	182464.95	288330.00
8	Storage charges (Rs)	77141.66	132958.96	210101.00
9	Incidental expenses (Rs)	24619.68	42433.71	67053.00
10	Storage loss (Rs)	0.00	0.00	0.00
11	Admin charges @ 2.5% (Rs)	211318.92	353614.25	564933.00
12	Advertisement Charges (Rs)			39000.00
13	Total (Rs)			26294883.00
14	Interest @ 12.25% for 3 months on Sl. 13 (Rs)			805281.00
15	Total cost on purchases (13 +14) (Rs)			27100164.00
16	Sale Rate per MT (Rs)	7180.00	7180.00	
17	Sale cost (1 * 16) (Rs)	5892310.08	10155801.26	16048111.00
18	Net Loss (15 –17) (Rs)			11052053.00

4. The Vice Chairman & Managing Director, AP State Civil Supplies Corporation has requested the Government for issuing orders for disposal of the non-FAQ paddy at Rs. 718/- per quintal on as is where is basis and also requested to reimburse the deficit amount of Rs. 1,10,52,053.00 to the Corporation.

5. Government, after careful examination of the matter, hereby order that the amount of Rs. 1,10,52,053.00 (Rupees One Crore Ten Lakhs Fifty Two Thousand and Fifty Three only) being the loss incurred by the AP State Civil Supplies Corporation Ltd on account of purchase and disposal of the non-FAQ paddy in East Godavari District, shall be met from out of the subsidy amount released to the AP State Civil Supplies Corporation Ltd towards subsidy on rice.

6. The Vice Chairman & Managing Director, AP State Civil Supplies Corporation Ltd shall take necessary action accordingly in the matter.

7. This order issues with the concurrence of Finance Department vide their U.O. No. 10965/204/A2-Expr.AHFFCS&E/11, dt. 14.12.2011.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

HARPREET SINGH,
EX-OFFICIO SECRETARY TO GOVERNMENT

To

The Commissioner of Civil Supplies, A.P. Hyderabad.

The VC & MD, A.P. State Civil Supplies Corporation Ltd Hyderabad.

The Collector, East Godavari District.

Copy to: The Additional Secretary, Hon'ble Chief Minister,
A.P. Secretariat, Hyderabad.

The Joint Collector, East Godavari District

P.S. to Hon'ble Minister for Food and Civil Supplies, A.P. Sect. Hyd'bad

The District Supply Officer, East Godavari District

SF/SC

//FORWARDED BY ORDER//

SECTION OFFICER